

Resolution No. \_\_\_\_\_      **RESOLUTION:**      To authorize Rockville Housing Enterprises to undertake actions necessary to participate in the U.S. Department of Housing and Urban Development's Rental Assistance Demonstration program, including entering into a new partnership in a housing project, borrowing money to undertake a housing project, establishing a not-for-profit corporation, and entering into a mortgage

WHEREAS, the Mayor and Council adopted Resolution No. 10-00 to approve the Articles of Organization establishing a new entity to be known as Rockville Housing Enterprises (RHE);

WHEREAS, on March 29, 2000, the Secretary of State approved the Articles of Organization for RHE and issued a certificate of approval;

WHEREAS, the Mayor and Council are required to approve certain actions of Rockville Housing Enterprises as established under Section II(6) in the Amended and Restated Cooperation Agreement dated March 16, 2000, including:

- (a) Acquiring or disposing of any real property.
- (b) Entering into new partnerships in housing projects or commercial enterprises.
- (c) Borrowing or accepting money to undertake housing projects.
- (d) Establishing not-for-profit corporations.
- (e) Entering into mortgages, making mortgage loans and/or mortgage subsidy payments or purchasing mortgages.
- (f) Developing and/or investing as a general partner or as a limited partner in housing projects; and

(g) Issuing any tax exempt bonds.

WHEREAS, RHE seeks to participate in the U.S. Department of Housing and Urban Development's (HUD) Rental Assistance Demonstration (RAD) to make capital repairs to David Scull Courts at 1301 First Street and scattered site public housing units for low-income households (the "Housing Project") and to preserve the units as an affordable housing resource;

WHEREAS, RHE seeks to enter into a new partnership to rehabilitate the Housing Project;

WHEREAS, RHE seeks to borrow money to undertake the rehabilitation of the Housing Project;

WHEREAS, RHE seeks to establish a not-for-profit corporation to own the Housing Project;

WHEREAS, RHE seeks to enter into a mortgage to undertake capital improvements at the Housing Project.

NOW, THEREFORE, BE IT RESOLVED BY THE MAYOR AND COUNCIL OF ROCKVILLE, MARYLAND, as follows:

1. That the Mayor and Council approve RHE's participation in RAD to preserve and maintain an important affordable housing resource in the City.

2. That the Mayor and Council approve actions necessary for RHE to participate in the RAD program and rehabilitate the Housing Project, including, but not limited to, entering into a new partnership, borrowing money, establishing a not-for-profit corporation, and entering a mortgage to complete capital repairs at the Housing Project.

Resolution No. \_\_\_\_\_

**Attach B**

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I hereby certify that the foregoing is a true and correct copy  
of a resolution adopted by the Mayor and Council at its  
meeting of April 28, 2014.

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Douglass Barber, City Clerk/Treasurer